



UTAH PUBLIC
SERVICE COMMISSION

2010 OCT 26 A 8:11

10-999-02

Questar Gas Company
180 East 100 South
P.O. Box 45360
Salt Lake City, UT 84145-0360
Tel 801 324 5491 • Fax 801 324 5485
Barrie.McKay@Questar.com

Barrie L. McKay
General Manager, Regulatory Affairs

October 18, 2010

RECEIVED

Utah Public Service Commission
Heber M. Wells Building
P. O. Box 45585
Salt Lake City, UT 84145-0585

Dear Commissioners:

Questar Gas Company (Questar Gas or the Company) respectfully submits to the Utah Public Service Commission (Commission), pursuant to the order issued in Docket No. 05-057-T01, dated January 16, 2007 (Order), a report on energy-efficiency expenditures and decatherm (Dth) savings to date. Specifically the Order in paragraph 4 stated:

Questar shall report to the Commission when the amount spent for any program reaches ninety percent of the budgeted amount, with an estimate of the projected spending needed for the remainder of the year. To the extent the projected spending exceeds the original budgeted amount Questar must seek Commission approval for the higher projected levels of spending.

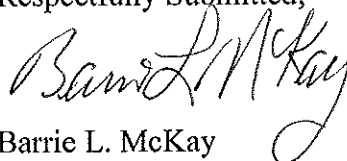
Per the Order, Questar Gas reports that in the month of September 2010 the Appliance program exceeded ninety percent of the 2010 budget. At the end of August, the Appliance program had expenses of \$4,658,007 or 88% of the total 2010 Appliance budget. Expenses in the month of September totaled \$832,216. This resulted in the program reaching a total of \$5,490,223 or 104% of the 2010 Appliance program budget. Of the \$5,490,223, rebates represent 84% of total program spending.

Questar Gas also reports that in the month of September 2010 the Builder program exceeded ninety percent of the 2010 budget. At the end of August, the Builder program had expenses of \$1,711,575 or 89% of the total 2010 Builder budget. Expenses in the month of September totaled \$452,946. This resulted in the program reaching a total of \$2,164,521 or 113% of the 2010 Builder program budget. Of the \$2,164,521, rebates represent 68% of total program spending.

If the nine month participation trends were to continue through the end of the year, total ThermWise[®] program spending would reach 104% (\$37,591,198) of the 2010 Commission approved budget. Rebates would account for approximately 80% of total ThermWise[®] spending under this scenario.

Questar Gas will continue to closely monitor customer participation and efficiently manage spending for all energy-efficiency programs and Market Transformation. Detailed quarterly reports will continue to be provided to the Division of Public Utilities on actual program spending and customer participation compared to budget. To the extent the projected increase in the budget for the Appliance and Builder Rebate Programs needs Commission approval, Questar Gas respectfully requests that the Commission approve the higher program budget levels.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "Barrie L. McKay". The signature is written in a cursive style with a large, looping initial "B".

Barrie L. McKay

cc: Division of Public Utilities
Office of Consumer Services